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SECURITY INFORMATION

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German Democratic Republic

FDD Abstract of []

HO FINANCIAL SITUATION AT THE BEGINNING OF 1952 (7 pp; German; date of information: early
25X1X [] [] distribution date: 16 July 1952)

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This 7-page typewritten document is divided into two parts. The first part discusses the ~~Block~~ 1952 finance plan of the HO, and the second part reports on the HO credit plan for the last quarter of 1951.

(Trade Organization)

In the first part, the 3 price concepts used by the HO are discussed: ~~Max~~ HAP (producers' price), HUEP (usual retail price), HOP (HO price). The manner in which this three-price system affects the HO financial plan is discussed. The plan for 1952 accordingly looks like this:

HAP turnover	4,413	million DM
+ 20%	883	" "
= HUEP turnover	5,296	" "
HOP turnover	8,700	" "
- HUEP turnover	5,296	" "
= excise tax	3,404	" "

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In the second part of the document the following figures are given as the amounts approved by the Deutsche Notenbank (German Bank of Issue) for the fourth quarter of 1951:

HO-Industrial goods	224.2	million DM
HO-Foodstuffs	116.5	" "
HO-Department stores	58.9	" "
HO-Restaurants	5.4	" "
Total	405.0	" "

This part of the document also discusses the discrepancy between the credit amounts needed by the HO and the amounts that were granted. Another problem is the fact that they were overstocked with 250 million DM worth of goods at the end of November 1951. At present, the HO does not seem to know how ~~they~~ will overcome these difficulties.

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The last page of the ~~document~~ document is a table showing the 1952 finance plan of the HO. It contains the turnover figures listed above broken down by the four HO divisions (Industrial goods, etc.).
Foreign language document or microfilm of it (9805) is available in the CIA Library, []

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4 August 1952

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